

**REPORT OF THE MANAGEMENT COMMITTEE AND
UNAUDITED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 JANUARY 2013
FOR
SEMLEY SHOP LTD**

SEMLEY SHOP LTD

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for the Year Ended 31 January 2013**

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SEMLEY SHOP LTD
SOCIETY INFORMATION
for the Year Ended 31 January 2013

CHAIRMAN: A Everall

TREASURER: A Allfrey

MANAGEMENT COMMITTEE: Mrs P Cairns
Lady A Meston
R Moors
Mrs J Stallwood
Mrs J McCarthy
H Egerton
Mrs S Howard
Mrs J McDouall

SECRETARY: M Butler

REGISTERED OFFICE: Semley Village Stores
Semley
Shaftesbury
Dorset
SP7 9AU

REGISTERED NUMBER: 31286R (England and Wales)

ACCOUNTANTS: Andrews and Palmer
32 The Square
Gillingham
Dorset
SP8 4AR

SEMLEY SHOP LTD

REPORT OF THE MANAGEMENT COMMITTEE for the Year Ended 31 January 2013

The board present their report with the financial statements of the society for the year ended 31 January 2013.

PRINCIPAL ACTIVITY

The principal activity of the society in the year under review was that of providing a shop for the local community and selling locally made produce.

REVIEW OF BUSINESS

On the day we opened for business the rain was falling, and it continued to fall for all of our first year's trading (actually only 9 months) in one of the wettest summers on record. It was also the fifth year of the longest and deepest recession since the 1930s. And Semley had been without a shop for nearly ten years. So we had some significant challenges to overcome, and we are pleased to be able to report that we made a net profit in our first year.

Our trading pattern, which we had expected to be closely linked to the school year and dependent on trade with parents, has worked out quite differently. Weekend and holiday rural tourism are very important to us, and we have a higher turnover in the holidays than during the school term. We have identified several ways to strengthen our school business, but there are some barriers. Parking outside the shop remains an issue, especially at school drop off and pick up times. The shop fills up very quickly and, especially in the early months, service could be slow and uncertain.

We had a challenging experience with managers, losing two before our first Christmas. But that has given us the chance to manage the shop ourselves for a few months, significantly saving on staff costs and providing the management committee with a good feel for what makes the shop work. With our improvements inside and outside the shop, better and more varied stock and growing expertise among our volunteers, we are already seeing a steady increase in our turnover week by week.

The net incoming resources for the year were £1,746 (2012: £20,119)

MANAGEMENT COMMITTEE

The management committee in the office in the year were:

A Allfrey
A Everall
Mrs P Cairns
Lady A Meston
R Moors
Mrs J Stallwood
Mrs J McCarthy
H Egerton
M Butler
Mrs S Howard - appointed 01/10/12
Mrs J McDouall - appointed 01/10/12

STATEMENT OF MANAGEMENT COMMITTEE'S RESPONSIBILITIES

The management committee is responsible for preparing the Report of the Management Committee and the financial statements in accordance with applicable law and regulations.

SEMLEY SHOP LTD

**REPORT OF THE MANAGEMENT COMMITTEE
for the Year Ended 31 January 2013**

The Industrial and Provident Societies Acts in the United Kingdom require the board to prepare financial statements for each financial year. Under that law the management committee has elected to prepare the financial statements in accordance with United Kingdom Generally Accepted Accounting Practice (United Kingdom Accounting Standards and applicable law). Under such law the management committee must not approve the financial statements unless they are satisfied that they give a true and fair view of the state of affairs of the society and of the surplus or deficit of the society for the period. In preparing these financial statements, the management committee is required to:

- select suitable accounting policies and then apply them consistently;
- make judgements and accounting estimates that are reasonable and prudent;
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the society will continue in business.

The management committee is responsible for keeping adequate accounting records that are sufficient to show and explain the society's transactions and disclose with reasonable accuracy at any times the financial position of the society and enable them to ensure that the financial statements comply with the Industrial and Provident Societies Act 1968. They are also responsible for safeguarding the assets of the society and hence for taking reasonable steps for prevention and detection of fraud and other irregularities.

ON BEHALF OF THE BOARD:

.....

A Allfrey

Date:

SEMLEY SHOP LTD
INCOME AND EXPENDITURE ACCOUNT
for the Year Ended 31 January 2013

	Notes	Year Ended 31.1.13 £	Period 20.6.11 to 31.1.12 as restated £
TURNOVER		95,200	-
Cost of sales		82,417	-
GROSS SURPLUS		12,783	-
Administrative expenses		43,214	2,349
		(30,431)	(2,349)
Other operating income		32,755	22,450
OPERATING SURPLUS	2	2,324	20,101
Interest receivable and similar income		25	18
		2,349	20,119
Interest payable and similar charges		603	-
SURPLUS ON ORDINARY ACTIVITIES BEFORE TAXATION		1,746	20,119
Taxation	3	-	-
NET SURPLUS FOR THE FINANCIAL YEAR		<u>1,746</u>	<u>20,119</u>

The notes form part of these financial statements

SEMLEY SHOP LTD**BALANCE SHEET****31 January 2013**

		31.1.13		31.1.12 as restated	
	Notes	£	£	£	£
FIXED ASSETS					
Tangible assets	5		69,332		12,837
CURRENT ASSETS					
Stocks		10,714		-	
Debtors	6	3,315		2,753	
Cash at bank and in hand		12,447		16,389	
		<u>26,476</u>		<u>19,142</u>	
CREDITORS					
Amounts falling due within one year	7	27,318		-	
		<u>26,476</u>		<u>19,142</u>	
NET CURRENT (LIABILITIES)/ASSETS			<u>(842)</u>		<u>19,142</u>
TOTAL ASSETS LESS CURRENT LIABILITIES			68,490		31,979
CREDITORS					
Amounts falling due after more than one year	8		32,865		-
			<u>32,865</u>		<u>-</u>
NET ASSETS			<u>35,625</u>		<u>31,979</u>
CAPITAL AND RESERVES					
Called up share capital	11		13,760		11,860
Aggregated surplus	12		21,865		20,119
			<u>35,625</u>		<u>31,979</u>
SHAREHOLDERS' FUNDS			<u>35,625</u>		<u>31,979</u>

The financial statements have been prepared in accordance with the Financial Reporting Standard for Smaller Entities (effective April 2008), (United Kingdom Generally Accepted Accounting Practice applicable to Smaller Entities).

The financial statements were approved by the Management Committee on and were signed on its behalf by:

.....
A Allfrey

The notes form part of these financial statements

SEMLEY SHOP LTD

NOTES TO THE FINANCIAL STATEMENTS
for the Year Ended 31 January 2013

1. ACCOUNTING POLICIES

Accounting convention

The financial statements have been prepared under the historical cost convention and in accordance with the Financial Reporting Standard for Smaller Entities (effective April 2008).

Turnover

Turnover represents net invoiced sales of goods, excluding value added tax.

Tangible fixed assets

Depreciation is provided at the following annual rates in order to write off each asset over its estimated useful life.

Improvements to property	- 10% on cost
Fixtures and fittings	- 25% on reducing balance
Computer equipment	- 33% on cost

Stocks

Stocks are valued at the lower of cost and net realisable value, after making due allowance for obsolete and slow moving items.

Deferred tax

Deferred tax is recognised in respect of all timing differences that have originated but not reversed at the balance sheet date.

Grants

Grants are receivable from local authorities and other organisations. Grants in respect of revenue expenditure are credited to the income and expenditure account in the same period as the expenditure to which they relate.

Grants received towards the development of the shop are included on the balance sheet. The annual depreciation is offset against this each year.

2. OPERATING SURPLUS

The operating surplus is stated after charging:

	Year Ended 31.1.13	Period 20.6.11 to 31.1.12 as restated
	£	£
Depreciation - owned assets	15,590	1,426

3. TAXATION

Analysis of the tax charge

No liability to UK corporation tax arose on ordinary activities for the year ended 31 January 2013 nor for the period ended 31 January 2012.

SEMLEY SHOP LTD

**NOTES TO THE FINANCIAL STATEMENTS - continued
for the Year Ended 31 January 2013**

4. PRIOR YEAR ADJUSTMENT

The cost of tangible fixed assets were included within administrative expenses for the year ended 31 January 2012 which was considered to meet the recognition criteria of a tangible fixed asset as contained in FRS 15 'Tangible Fixed Assets'. In the year to 31 January 2012, the cost of the asset together with effects of accumulated depreciation have been corrected by way of a prior period adjustment. This has had the effect of increasing retained profits in 2012 by £12,837 and a corresponding increase in the net book value of tangible fixed assets for the year then ended.

<u>Income & Expenditure Account</u>	<u>2013</u>
	£
At beginning of year as previously stated	7,282
Prior year adjustment *	12,837
	<hr/>
At beginning of year as restated	20,119
Profit for the year	1,746
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At the end of the year	21,865
Cost of assets capitalised	14,263
Depreciation (10 year straight line)	(1,426)
	<hr/>
Prior year adjustment *	12,837
	<hr/>

5. TANGIBLE FIXED ASSETS

	Improvements to property £	Fixtures and fittings £	Computer equipment £	Totals £
COST				
At 1 February 2012	14,263	-	-	14,263
Additions	25,711	45,454	920	72,085
	<hr/>	<hr/>	<hr/>	<hr/>
At 31 January 2013	39,974	45,454	920	86,348
	<hr/>	<hr/>	<hr/>	<hr/>
DEPRECIATION				
At 1 February 2012	1,426	-	-	1,426
Charge for year	3,997	11,363	230	15,590
	<hr/>	<hr/>	<hr/>	<hr/>
At 31 January 2013	5,423	11,363	230	17,016
	<hr/>	<hr/>	<hr/>	<hr/>
NET BOOK VALUE				
At 31 January 2013	34,551	34,091	690	69,332
	<hr/> <hr/>	<hr/> <hr/>	<hr/> <hr/>	<hr/> <hr/>
At 31 January 2012	12,837	-	-	12,837
	<hr/> <hr/>	<hr/> <hr/>	<hr/> <hr/>	<hr/> <hr/>

SEMLEY SHOP LTD

NOTES TO THE FINANCIAL STATEMENTS - continued
for the Year Ended 31 January 2013

6. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR	31.1.13	31.1.12 as restated
	£	£
Other debtors	263	2,753
Prepayments and accrued income	3,052	-
	<u>3,315</u>	<u>2,753</u>
7. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR	31.1.13	31.1.12 as restated
	£	£
Bank loans and overdrafts	1,817	-
Trade creditors	7,557	-
Social security and other taxes	527	-
Other creditors	10,655	-
Accrued expenses	516	-
Deferred grants	6,246	-
	<u>27,318</u>	<u>-</u>
8. CREDITORS: AMOUNTS FALLING DUE AFTER MORE THAN ONE YEAR	31.1.13	31.1.12 as restated
	£	£
Bank loans - 1-2 years	1,963	-
Bank loans - 2-5 years	4,809	-
Deferred grants	26,093	-
	<u>32,865</u>	<u>-</u>
9. OPERATING LEASE COMMITMENTS		
The following operating lease payments are committed to be paid within one year:		
	31.1.13	31.1.12 as restated
	£	£
Expiring:		
Between one and five years	100	-
	<u>100</u>	<u>-</u>
10. PROVISIONS FOR LIABILITIES	31.1.13	31.1.12 as restated
	£	£
Deferred tax		
Accelerated capital allowances	3,252	-
Taxation losses	(3,252)	-
	<u>-</u>	<u>-</u>

SEMLEY SHOP LTD

**NOTES TO THE FINANCIAL STATEMENTS - continued
for the Year Ended 31 January 2013**

11. CALLED UP SHARE CAPITAL

Allotted, issued and fully paid:

Number:	Class:	Nominal value:	31.1.13	31.1.12 as restated
			£	£
13,760	Ordinary Shares	£1	13,760	11,860
			<u>13,760</u>	<u>11,860</u>

1,900 Ordinary Shares shares of £1 each were allotted and fully paid for cash at par during the year.

12. AGGREGATED SURPLUS

	Income and expenditure account £
At 1 February 2012	20,119
Surplus for the year	1,746
	<u>21,865</u>
At 31 January 2013	<u>21,865</u>

13. RELATED PARTY DISCLOSURES

A Allfrey
Treasurer

	31.1.13	31.1.12 as restated
	£	£
Amount due to related party at the balance sheet date	10,655	-
	<u>10,655</u>	<u>-</u>

Lease of Shop: £100 per annum due to A. Allfrey & Mrs. M. Allfrey

SEMLEY SHOP LTD

**NOTES TO THE FINANCIAL STATEMENTS - continued
for the Year Ended 31 January 2013**

14. GRANTS

	2013 £
At 01 February 2012	-
Fixed asset grants received during year	40,176
Released during year	(7,837)
	32,339
At 31 January 2013	32,339

Summary of Grants Received

	Income and Expenditure Grants £	Capital Grants £	Total £
Wiltshire Council	13,449	31,720	45,169
Plunkett Foundation	10,000	nil	10,000
Main Grants	1,469	8,456	9,925
Grants released during year	7,837	(7,837)	nil
	32,755	32,339	65,094
Total	32,755	32,339	65,094

SEMLEY SHOP LTD
REPORT OF THE ACCOUNTANTS TO THE MEMBERS OF
SEMLEY SHOP LTD

Accountant's report to the members on the unaudited accounts of Semley Shop Ltd

We report on the accounts for the year ended 31 January 2013 set out on pages four to ten.

Respective responsibilities of the committee of management and reporting accountant

The society's Committee of Management is responsible for the preparation of the accounts, and they consider that the society is exempt from an audit. It is our responsibility to carry out procedures designed to enable us to report our opinion.

Basis of opinion

Our procedures consisted of comparing the accounts with the books of account kept by the society and making such limited enquiries of the officers of the society as we considered necessary for the purpose of this report. These procedures provide the only assurance expressed in our opinion.

Opinion

In our opinion:

- (a) the revenue account and balance sheet for year ended 31 January 2013 are in agreement with the books of account kept by the society under section 1 of the Friendly and Industrial and Provident Societies Act 1968;
- (b) having regard only to, and on the basis of the information contained in the books of account, the revenue account and balance sheet comply with the requirements of the Industrial and Provident Societies Acts 1965 to 2002; and
- (c) the society has satisfied the conditions for exemption from an audit of the accounts for the year ended 31 January 2013 specified in section 4A(1) of the Friendly and Industrial and Provident Societies Act 1968 and did not at any time within the year fall within any of the categories of society not entitled to such exemption.

Andrews and Palmer
32 The Square
Gillingham
Dorset
SP8 4AR

Date:

SEMLEY SHOP LTD

**INCOME AND EXPENDITURE ACCOUNT
for the Year Ended 31 January 2013**

	Year Ended 31.1.13		Period 20.6.11 to 31.1.12 as restated	
	£	£	£	£
Sales		95,200		-
Cost of sales				
Purchases	93,131		-	
Closing stock	(10,714)		-	
		82,417		-
GROSS SURPLUS		12,783		-
Other income				
Donations	-		21,975	
Grants	32,755		475	
Deposit account interest	25		18	
		32,780		22,468
		45,563		22,468
Expenditure				
Rent	100		-	
Rates and water	201		-	
Insurance	331		-	
Light and heat	2,346		211	
Wages	14,472		-	
Social security	1,222		-	
Telephone	382		-	
Post and stationery	1,783		110	
Advertising	78		18	
Travelling	30		-	
Repairs and renewals	3,546		-	
Website and computer expenses	466		109	
Household and cleaning	335		-	
Sundry expenses	332		475	
Accountancy	200		-	
Donations	220		-	
		26,044		923
		19,519		21,545
Finance costs				
Bank charges	1,580		-	
Bank loan interest	603		-	
		2,183		-
Carried forward		17,336		21,545

This page does not form part of the statutory financial statements

SEMLEY SHOP LTD

**INCOME AND EXPENDITURE ACCOUNT
for the Year Ended 31 January 2013**

	Year Ended 31.1.13		Period 20.6.11 to 31.1.12 as restated	
	£	£	£	£
Brought forward		17,336		21,545
Depreciation				
Improvements to property	3,997		1,426	
Fixtures and fittings	11,363		-	
Computer equipment	230		-	
	<u> </u>	<u>15,590</u>	<u> </u>	<u>1,426</u>
NET SURPLUS		<u>1,746</u>		<u>20,119</u>